

House File 2684 - Reprinted

HOUSE FILE _____
BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO HF 903)
(SUCCESSOR TO HF 768)
(SUCCESSOR TO HSB 168)

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act creating an insurance industry new jobs tax credit.
2 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
3 TLSB 6670HW 82
4 mg/rj/24

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1 1 Section 1. NEW SECTION. 432.12L INSURANCE INDUSTRY NEW
1 2 JOBS TAX CREDIT.
1 3 1. The taxes imposed under this chapter shall be reduced
1 4 by an insurance industry new jobs tax credit. The insurance
1 5 industry new jobs tax credit is in lieu of, and not in
1 6 addition to, the new jobs tax credit as provided in section
1 7 422.11A. An industry which has entered into an agreement
1 8 under chapter 260E and which has increased its base employment
1 9 level by at least ten percent within the time set in the
1 10 agreement or, in the case of an industry without a base
1 11 employment level, adds new jobs within the time set in the
1 12 agreement is entitled to an insurance industry new jobs tax
1 13 credit for the tax year selected by the industry. In
1 14 determining if the industry has increased its base employment
1 15 level by ten percent or added new jobs, only those new jobs
1 16 directly resulting from the project covered by the agreement
1 17 and those directly related to those new jobs shall be counted.
1 18 2. The amount of the credit is equal to the product of six
1 19 percent of the taxable wages upon which an employer is
1 20 required to contribute to the state unemployment compensation
1 21 administration fund, as defined in section 96.19, times the
1 22 number of new jobs existing in the tax year that directly
1 23 result from the project covered by the agreement or new jobs
1 24 that directly result from those new jobs. The tax year chosen
1 25 by the industry shall either begin or end during the period
1 26 beginning with the date of the agreement and ending with the
1 27 date by which the project is to be completed under the
1 28 agreement. Any credit in excess of the tax liability for the
1 29 tax year may be credited to the tax liability for the
1 30 following ten tax years or until depleted, whichever is the
1 31 earlier. An insurance industry new jobs tax credit may only
1 32 be claimed once for each new qualifying job. For purposes of
1 33 this section, "agreement", "industry", "new job", and
1 34 "project" mean the same as defined in section 260E.2, and
1 35 "base employment level" means the number of full-time jobs an
2 1 industry employs at the plant site which is covered by an
2 2 agreement under chapter 260E on the date of that agreement.
2 3 The insurance industry new jobs tax credit may only be claimed
2 4 by an industry entering into an agreement under chapter 260E
2 5 on or after July 1, 2008, that makes a good faith effort to
2 6 recruit minority persons, as defined in section 15.102,
2 7 subsection 5, for a portion of the new jobs created under the
2 8 agreement.
2 9 HF 2684
2 10 mg/jg/25